

LIMITED REVIEW REPORT**Review report****To the Board of Directors
3i Infotech Limited**

We have reviewed the accompanying statement of unaudited consolidated financial results (the statement) of **3i Infotech Limited** (herein after referred to as "the Parent Company"), subsidiaries & a joint venture (the Parent Company, subsidiaries and a joint venture together referred to as "the Group") for the quarter and nine months ended December 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.

This statement is the responsibility of the Parent Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement.

A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

In our opinion and to the best of our information and according to the explanations given to us, these consolidated quarterly results includes the quarterly financial results of the following entities:

Sr. No.	Subsidiaries reviewed by us:
1	3i Infotech Asia Pacific Pte. Ltd., Singapore
2	3i Infotech SDN BHD, Malaysia
3	3i Infotech (Thailand) Ltd., Thailand
4	3i Infotech Saudi Arabia LLC, Saudi Arabia
5	3i Infotech (Middle East) FZ LLC, UAE
6	3i Infotech (Africa) Ltd., Kenya
7	3i Infotech Trusteeship Services Ltd., India (upto 15 th October, 2015)
8	3i Infotech Consultancy Services Ltd., India
9	3i Infotech BPO Limited, India
10	3i Infotech Holdings Private Ltd., Mauritius
11	3i Infotech Inc., USA
12	3i Infotech Financial Software Inc., USA
13	Locuz Enterprises Solutions Ltd., India
14	3i Infotech (UK) Limited
15	3i Infotech (Western Europe) Holdings Limited
16	3i Infotech (Western Europe) Group Limited
17	Black Barret Holdings Ltd., Cyprus



18	IFRS Cloud Solutions Limited, India
19	Professional Access Software Private Limited
	Subsidiaries not reviewed
1	Elegon Infotech Ltd., China
2	3i Infotech (South Africa)(Pty) Limited, Republic of South Africa
3	Locuz Inc., USA
4	Rhyme Systems Limited
5	3i Infotech Services SDN BHD, Malaysia
	Joint venture not reviewed
1	Process Central Limited, Nigeria- Joint Venture

We did not review the financial results of 5 subsidiaries included in the statement, whose financial results the total revenue of Rs. 0.09 crore and the loss of Rs. 0.06 crore for the quarter ended December 31, 2017, respectively. The statement also include the Group's share of the total revenue Rs. Nil and the loss of Rs. Nil crore for the quarter ended December 31, 2017 of a joint venture company whose financial results have not been reviewed by us. These financial results/financial information are unaudited and have been furnished to us by the management and our opinion on the statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and the joint venture is based solely on such unaudited financial results / financial information. According to the information and explanations given to us by the Management, these financial results/financial information are not material to the Group.

Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

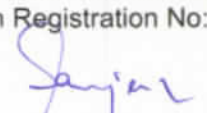
We draw attention to Note 3 to the statement in respect of remuneration paid/provided for the financial year 2016-17 to the Managing Director and Global CEO of the Company, which was in excess of the limits prescribed under Section 198 of the Act and is subject to the approval of the Central Government. As explained by the Management, the Company has submitted the application with Central Government for obtaining approval thereof and now awaiting for the approval.

Our Opinion is not qualified for above matters.

For GMJ & Company

Chartered Accountants

Firm Registration No:103429W


CA Sanjeev Maheshwari

Partner

Membership No.38755

Place: Mumbai

Date: January 12, 2018



LIMITED REVIEW REPORT**Review report to****The Board of Directors
3i Infotech Limited**

We have reviewed the accompanying statement of unaudited standalone financial results (the statement) of **3i Infotech Limited** ('the Company') for the quarter and nine months ended December 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement.

A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review, conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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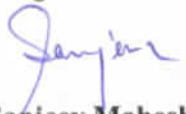
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Our Opinion is not qualified for above matters.

For GMJ & Company

Chartered Accountants

Firm Registration No:103429W


CA Sanjeev Maheshwari
Partner

Membership No.38755

Place: Mumbai

Date: January 12, 2018



CONSOLIDATED



3i Infotech Limited (CIN: L67120MH1993PLC074411)

Regd. office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

Email: investors@3i-infotech.com

Website: www.3i-infotech.com

Tel No.: 022-7123 8000

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2017

(Rupees in Lakhs)

	Particulars	3 months ended (31/12/2017) (Unaudited)	Preceding 3 months ended (30/09/2017) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2016) (Unaudited)	Year to Date figures for current period ended (31/12/2017) (Unaudited)	Year to Date figures for previous period ended (31/12/2016) (Unaudited)	Year to Date figures for previous period ended (31/03/2017) (Audited)
I	Revenue from Operations	23,752	23,508	24,800	71,191	74,827	100,379
II	Other Income	623	105	816	1,489	1,334	1,879
	Total Income (I+II) = III	24,375	23,613	25,616	72,680	76,161	102,258
IV	Expenses						
(a)	Employee benefits expense	13,084	13,798	12,742	39,273	43,262	57,233
(b)	Cost of third party products and services	3,931	3,429	5,355	13,396	13,025	16,057
(c)	Finance costs (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Preference Share Capital, FCCBs and Interest free debts) (See Note 2)	1,298	1,309	1,472	3,873	4,478	5,992
(d)	Depreciation and amortization expense	214	253	344	693	1,127	1,350
(e)	Other expenses	2,639	2,213	2,738	7,457	7,291	11,396
	Total Expenses (IV)	21,166	21,002	22,651	64,692	69,183	92,028
V	Profit / (Loss) before Forex loss / (gain) and Tax (III-IV)	3,209	2,611	2,965	7,988	6,978	10,230
VI	Foreign exchange loss/(gain)	(93)	(43)	(147)	180	(2,131)	(3,333)
VII	Profit / (Loss) before Tax (V-VI)	3,302	2,654	3,112	7,808	9,109	13,563
VIII	Unwinding of discount under Ind AS 109 on Fair Valuation of Preference Share Capital, FCCBs and Interest free debts (See Note 2)	895	890	810	2,673	2,526	3,305
IX	Profit / (Loss) before Tax (VII-VIII)	2,407	1,764	2,302	5,135	6,583	10,258
X	Tax expense	130	144	401	404	508	851
XI	Profit / (Loss) for the period (IX-X)	2,277	1,620	1,901	4,731	6,075	9,407
XII	Other Comprehensive Income						
	A. (i) Other Comprehensive income not to be reclassified to profit and loss	(47)	45	(76)	(40)	583	701
	(ii) Income tax relating to items that will not be reclassified to profit and loss.	(3)	(3)	0	(6)	(37)	(43)
XIII	Total Comprehensive income for the period, net of tax : (XI+XII)	2,227	1,662	1,825	4,685	6,621	10,065
	Profit for the period attributable to:						
	Equity holders of the parent	2,302	1,587	1,995	4,736	6,237	9,473
	Non-controlling interests	(25)	33	(94)	(5)	(162)	(66)
	Total comprehensive income for the year attributable to:						
	Equity holders of the parent	2,252	1,629	1,920	4,690	6,784	10,131
	Non-controlling interests	(25)	33	(95)	(5)	(163)	(66)
XIV	Paid-up equity share capital (Face value of Rs. 10 per share)	133,415	133,309	104,745	133,415	104,745	118,365
XV	Earnings per equity share						
	Basic & Diluted EPS (on Profit for the period)	0.17	0.12	0.17	0.35	0.56	0.77
	The below EPS is calculated on Profit for the period before unwinding of discount under Ind AS 109 (See Note 2)						
	Basic & Diluted EPS (on Profit for the period before unwinding of discount under Ind AS 109)	0.24	0.19	0.25	0.56	0.79	1.04



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Tel No.: 022-7123 8000

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2017

(Rupees in Lakhs)

Particulars	3 months ended (31/12/2017) (Unaudited)	Preceding 3 months ended (30/09/2017) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2016) (Unaudited)	Year to Date figures for current period ended (31/12/2017) (Unaudited)	Year to Date figures for previous period ended (31/12/2016) (Unaudited)	Year to Date figures for previous period ended (31/03/2017) (Audited)
1 Segment Revenue						
a IT Solutions	22,406	22,266	23,677	67,337	70,678	94,983
b Transaction Services	1,346	1,242	1,123	3,854	4,149	5,396
Total Net Sales/Income From Operations (a+b)	23,752	23,508	24,800	71,191	74,827	100,379
2 Segment Results						
a IT Solutions	6,227	6,274	6,408	17,729	18,628	26,700
b Transaction Services	411	344	301	1,103	1,049	1,346
Total	6,638	6,618	6,709	18,832	19,677	28,046
Less:						
(i) Operating, Selling and Other expenses	2,541	2,550	2,744	7,767	8,428	12,353
(ii) Finance cost (including unwinding of discount under Ind AS 109) (See Note 2)	2,193	2,199	2,282	6,546	7,004	9,297
(iii) Depreciation & Amortization	214	253	344	693	1,127	1,350
(iv) Foreign Exchange loss/(gain)	(93)	(43)	(147)	180	(2,131)	(3,333)
Add:						
(v) Un-allocable income	623	105	816	1,489	1,334	1,879
Total Profit Before Tax and Exceptional Items	2,407	1,764	2,302	5,135	6,583	10,258

The 3i Infotech Group ("the Group") undertakes sale of 'IT solutions' (software products & services, software development, consulting and IT infrastructure services) and 'Transaction services' (IT enabled services). These businesses have been considered as "Primary segments". The segment results have been arrived at before allocating certain expenses which are un-allocable in nature and are disclosed as "Selling and other expenses". Considering the nature of the Group's businesses, the assets and liabilities cannot be identified with any specific business segment and hence, the figures for capital employed have not been disclosed.

Notes:

- The consolidated financial results of the Company for the quarter and nine months ended December 31, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 12, 2018.
- As required under Ind AS 109, there has been an additional charge of interest (notional) on financial instruments, viz. Preference Shares; FCCBs and interest free debts, which has been shown as a separate line item; viz. (Item no. VIII) in the Financial Results.
- The Company had paid remuneration to the managerial personnel amounting to Rs. 123 lakhs in the previous financial year ended March 31, 2017, which is subject to the approval of the Central Government. The Company has filed an application with the Central Government and is now awaiting the approval.
- The Limited Review under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 has been carried out by the Statutory Auditors.
- During the current quarter, the Company has allotted 1,064,298 equity shares at a price of Rs.16.5 per share aggregating to Rs. 175.61 lakhs against conversion of Foreign Currency Convertible Bonds (FCCBs).
- Other Income during the current quarter includes Reversal of Provision for doubtful advances of Rs.500 lakhs, being no longer required on realization thereof.
- Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.

8 The disclosure in respect of standalone financials are as under -

(Rupees in Lakhs)

Particulars	3 months ended (31/12/2017) (Unaudited)	Preceding 3 months ended (30/09/2017) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2016) (Unaudited)	Year to Date figures for current period ended (31/12/2017) (Unaudited)	Year to Date figures for previous period ended (31/12/2016) (Unaudited)	Year to Date figures for previous period ended (31/03/2017) (Audited)
Net Sales/Income from Operations	5,812	5,772	6,858	17,122	21,154	27,907
Profit / (Loss) before unwinding of discount under Ind AS 109 and Tax	195	(12,599)	5,389	(10,832)	7,969	8,106
Profit / (Loss) Before Tax	(210)	(13,009)	5,679	(11,448)	8,676	9,109
Profit (Loss) for the period	(210)	(13,009)	5,679	(11,448)	8,657	9,226
Total comprehensive income for the period	(253)	(13,184)	5,649	(11,694)	9,028	9,509

Navi Mumbai
January 12, 2018

By order of the Board
for 3i Infotech Limited

Padmanabhan Iyer
Managing Director and Global CEO

STANDALONE



3i Infotech Limited (CIN: L67120MH1993PLC074411)

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Tel No.: 022-7123 8000

Statement of Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2017

(Rupees in Lakhs)

	Particulars	3 months ended (31/12/2017) (Unaudited)	Preceding 3 months ended (30/09/2017) (Unaudited)	Corresponding 3 months ended in the previous year (31/12/2016) (Unaudited)	Year to Date figures for current period ended (31/12/2017) (Unaudited)	Year to Date figures for previous period ended (31/12/2016) (Unaudited)	Year to Date figures for previous period ended (31/03/2017) (Audited)
I	Revenue from Operations	5,812	5,772	6,858	17,122	21,154	27,907
II	Other Income (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Investment in Preference Shares) (See Note 2)	825	296	928	2,058	1,679	2,357
	Total Income (I+II) = III	6,637	6,068	7,786	19,180	22,833	30,264
IV	Expenses						
(a)	Employee benefits expense	1,468	2,250	755	5,386	6,585	8,616
(b)	Cost of third party products and services	357	614	394	1,581	2,885	3,612
(c)	Finance costs (excluding unwinding of discount under Ind AS 109 on Fair Valuation of Preference share Capital, FCCBs and Interest free debts) (See Note 2)	1,237	1,221	1,450	3,659	4,184	5,506
(d)	Depreciation and amortization expense	170	205	176	553	559	731
(e)	Other expenses	1,370	15,599	2,021	17,910	2,751	3,233
	Total Expenses (IV)	4,602	19,889	4,796	29,089	16,964	21,698
V	Profit / (Loss) before Forex loss / (gain) and Tax (III-IV)	2,035	(13,821)	2,990	(9,909)	5,869	8,566
VI	Foreign exchange loss/(gain)	1,840	(1,222)	(2,399)	923	(2,100)	460
VII	Profit / (Loss) before Tax (V-VI)	195	(12,599)	5,389	(10,832)	7,969	8,106
VIII	Unwinding of discount under Ind AS 109 expenses / (income) (net) on Fair Valuation of Investment in Preference Shares, Preference Share Capital, FCCBs and interest free debts (See Note 2)	405	410	(290)	616	(707)	(1,003)
IX	Profit / (Loss) before Tax (VII-VIII)	(210)	(13,009)	5,679	(11,448)	8,676	9,109
X	Tax expense	-	-	-	-	19	(117)
XI	Profit / (Loss) for the period (IX-X)	(210)	(13,009)	5,679	(11,448)	8,657	9,226
XII	Other Comprehensive Income						
	A.(i) Other Comprehensive income not to be reclassified to profit and loss	(43)	(175)	(30)	(246)	371	432
	(ii) Income tax relating to items that will not be reclassified to profit and loss.	-	-	-	-	-	(149)
XIII	Total Comprehensive income for the period (XI+XII)	(253)	(13,184)	5,649	(11,694)	9,028	9,509
XIV	Paid-up equity share capital (Face value of Rs. 10 per share)	133,415	133,309	104,745	133,415	104,745	118,365
XV	Earnings per equity share						
	Basic & Diluted EPS (on Profit for the period)	(0.02)	(0.99)	0.52	(0.86)	0.80	0.75
	The below EPS is calculated on Profit for the period before unwinding of discount under Ind AS 109 (See Note 2)						
	Basic & Diluted EPS (on Profit for the period before unwinding of discount under Ind AS 109)	0.01	(0.96)	0.50	(0.81)	0.73	0.67



- 1 The standalone financial results of the Company for the quarter and nine months ended December 31, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on January 12, 2018.
- 2 As required under Ind AS 109, there has been a net additional income/expense (notional) on financial instruments; viz. Preference shares ; FCCBs ; interest free debts and Investment in Preference Shares, which has been shown as a separate line item; viz. (Item no. VIII) in the Financial Results.
- 3 The Company had paid remuneration to the managerial personnel amounting to Rs. 123 lakhs in the previous financial year ended March 31, 2017, which is subject to the approval of the Central Government. The Company has filed an application with the Central Government and is now awaiting the approval.
- 4 The Limited Review under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 has been carried out by the Statutory Auditors.
- 5 During the current quarter, the Company has allotted 1,064,298 equity shares at a price of Rs. 16.5 per share aggregating to Rs. 175.61 lakhs against conversion of Foreign Currency Convertible Bonds (FCCBs).
- 6 Other Expenses during the current period includes Impairment of Equity component of Investment of Rs. 15,229 lakhs; arisen on Fair Valuation of Redeemable Convertible Preference Shares of 3i Infotech Holdings Private Limited, Mauritius.
- 7 Other Income during the current quarter includes Reversal of Provision for doubtful advances of Rs.500 lakhs, being no longer required on realization thereof.
- 8 Figures for the previous period have been regrouped/rearranged wherever necessary to conform to the presentation of the current period.
- 9 The results for the quarter and nine months ended December 31, 2017 are available on the Bombay Stock Exchange website (www.bseindia.com), National Stock Exchange website (www.nseindia.com) and on the Company's website (www.3i-infotech.com).

Navi Mumbai
January 12, 2018

By order of the Board
for 3i Infotech Limited

Padmanabhan Iyer
Managing Director and Global CEO

